TENNESSEE REGULATORY AUTHORITY

Sara Kyle, Chairman Lynn Greer, Director Melvin Malone, Director



460 James Robertson Parkway Nashville, Tennessee 37243-0505

January 2, 2001

TRANSMITTED VIA FAX (615) 254-9835 / ORIGINAL TO FOLLOW VIA U.S. MAIL

Mr. Don Baltimore Farrar & Bates, L.L.P. 211 7th Avenue, North, Suite 420 Nashville, TN 37219

RE: KMC Telecom V, Inc. (Docket No. 00-01123)

Dear Mr. Baltimore:

The Tennessee Regulatory Authority requests the following information regarding the application of KMC Telecom V, Inc. (hereafter "KMC V" or "Applicant") for a Certificate of Public Convenience and Necessity to provide facilities based and resold local exchange and resold interexchange telecommunications services within the State of Tennessee pursuant to TCA §65-4-201.

Financial Requirements:

Provide the following financial information of the applicant:

- 1. October 31, 2000 income statement and statement of cash flows for the applicant, KMC Telecom V, Inc.
- 2. September 30, 2000 KMC Telecom Holdings, Inc.'s balance sheet and the September 30, 2000 KMC Telecom Holdings, Inc.'s statement of cash flows.
- 3. A more detailed KMC Telecom V, Inc.'s projected financial statements.
- 4. Projected financial statements for the parent, KMC Telecom Holdings, Inc.
- 5. If any of the projected financial statements or the current financial statements contain reciprocal compensation, please detail what part of the reciprocal compensation revenue is related to ISP traffic?

Please submit the requested information by January 17, 2001. If you have any questions, please contact this office at (615) 741-2904 (ext. 132).

Sincerely,

David Waddell
Executive Secretary

C: Docket File
Joe Werner
Darlene Standley
Carsie Mundy